

Message Text

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PAGE 01 BRASIL 01364 281935Z

60

ACTION ARA-20

INFO OCT-01 ISO-00 AID-20 CIAE-00 COME-00 EB-11 FRB-02

INR-10 NSAE-00 RSC-01 TRSE-00 XMB-07 OPIC-12 SPC-03

CIEP-02 LAB-06 SIL-01 OMB-01 PA-04 PRS-01 USIA-15

DRC-01 EA-11 EUR-25 AGR-20 SAM-01 NSC-10 SS-20 STR-08

CEA-02 /215 W

----- 070889

R 281930Z FEB 74

FM AMEMBASSY BRASILIA

TO SECSTATE WASHDC 1995

INFO AMCONSUL RIO DE JANEIRO

AMCONSUL SAO PAULO

LIMITED OFFICIAL USE BRASILIA 1364

E.O. 11652: N/A

TAGS: EFIN BR

SUBJECT: REMOVAL OF 40 PERCENT DEPOSIT

REF: BRASILIA 1343

1. FOLLOWING REPORT ON IMPACT REMOVAL 40 PERCENT
DEPOSIT REQUIREMENT ON FOREIGN FINANCIAL LOANS TO BRAZIL WAS
PREPARED BY CONGEN RIO DE JANEIRO.

2. CONGEN DISCUSSIONS INDICATE RIO BANKERS HOLD VIEWPOINTS
VERY SIMILAR TO THOSE REPORTED IN REFTEL. BANKERS CONFIRM
THEY EXPERIENCING NO DIFFICULTY ARRANGING FUNDS TO SATISFY
BRAZIL'S DEMAND FOR FOREIGN FINANCING, PARTICULARLY WITH
RENEWED ACCESS TO US CAPITAL MARKETS. THEY REFRAIN FROM
ESTIMATING VOLUME OF FOREIGN CAPITAL INFLOW, BUT ALL AGREE
THAT IT IS VERY HEAVY. ONE BANKER STATED THAT IF HIS
INSTITUTION'S EXPERIENCE REFLECTS TOTAL MARKET OPERATIONS,
VOLUME OF INFLOW SINCE ELIMINATION OF FORTY PERCENT

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DEPOSIT REQUIREMENT EXCEEDS VOLUME OF FLOW DURING

ANY EQUIVALENT PERIOD IN 1973.
CRIMMINS

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NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: BANK DEPOSITS, BANK LOANS, CAPITAL FLOWS, FOREIGN ASSISTANCE, BANK DATA
Control Number: n/a
Copy: SINGLE
Draft Date: 28 FEB 1974
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: MorefiRH
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1974BRASIL01364
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: n/a
From: BRASILIA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1974/newtext/t1974024/aaaaacym.tel
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Locator: TEXT ON-LINE
Office: ACTION ARA
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: BRASILIA 1343
Review Action: RELEASED, APPROVED
Review Authority: MorefiRH
Review Comment: n/a
Review Content Flags:
Review Date: 10 SEP 2002
Review Event:
Review Exemptions: n/a
Review History: RELEASED <10 SEP 2002 by kelleyw0>; APPROVED <10-Sep-2002 by MorefiRH>
Review Markings:

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US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
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To: STATE
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005